COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

BEREA COLLEGE WATER UTILITY TARIFF)		
REVISIONS TO PASSTHROUGH KENTUCKY)	CASE NO.	94-161
RIVER AUTHORITY WITHDRAWAL FEES)		

ORDER

On March 25, 1994, Berea College Water Utility ("Berea Utility") submitted revisions to its tariff to permit it to pass through to its customers Kentucky River Authority ("KRA") Withdrawal Fees. The revision will permit Berea Utility's bills to show, as a separate line item, an amount equal to the proportionate part of KRA Withdrawal Fees. The Commission has previously approved such revisions for another utility which is subject to the KRA Withdrawal Fees.

Under its proposed revision, the customer's share of the KRA Withdrawal Fees will be calculated using his or her actual monthly metered consumption. That amount will be converted from cubic feet to gallons and then multiplied by the KRA's Tier 1 rate.²

Having reviewed the proposed methodology and being otherwise sufficiently advised, the Commission finds that:

Case No. 92-452, Notice of Adjustment of the Rates of Kentucky-American Water Company (Nov. 19, 1993) at 49.

Letter from Lizabeth Ann Tully, Legal Counsel for Berea Utility, to Don Mills, Executive Director, Kentucky Public Service Commission (April 19, 1994).

1. The proposed tariff revision and the methodology to implement the revision is reasonable and should be used to recover the KRA Withdrawal Fees.

2. Good cause exists to allow the proposed tariff revisions to become effective on April 20, 1994.

IT IS THEREFORE ORDERED that:

1. Berea Utility's proposed tariff revision and the methodology to implement that revision are approved and effective the date of this Order.

2. Berea Water shall maintain a record of its collections for KRA Withdrawal Fees.

Done at Frankfort, Kentucky, this 20th day of April, 1994.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director